

HUMAN RESOURCES

BUDGET UNIT: INSURANCE PROGRAMS (ALL ISFs EXCEPT IBP)

I. GENERAL PROGRAM STATEMENT

Risk Management, under the direction of the Human Resources Department, administers the county's self-insured and insured insurance programs. All programs are paid from these self-insurance funds and financed by general fund and non-general fund departments, as well as the Board Governed Special Districts and County Service Areas. Self-insurance and insurance programs include auto liability, property, surety, comprehensive auto, law enforcement liability, workers compensation, aircraft liability, airport liability, environmental liability, medical malpractice, and general liability. There is no staffing associated with this budget unit.

II. BUDGET & WORKLOAD HISTORY

	Actual 2000-01	Budget 2001-02	Actual 2001-02	Budget 2002-03
Total Operating Expense	50,890,601	46,491,409	54,999,503	46,735,896
Total Revenue	50,183,614	47,674,156	48,018,910	49,765,885
Revenue Over/(Under) Expense	(706,987)	1,182,747	(6,980,593)	3,029,989

In 2001-02, actual expenditures exceeded budget estimates due primarily to increased property insurance premiums that resulted from the tragedies that occurred on September 11, 2001 and increased workers comp costs.

III. HIGHLIGHTS OF BOARD APPROVED CHANGES TO BUDGET (see attachments for detailed changes)

STAFFING CHANGES

None.

PROGRAM CHANGES

None.

GROUP: Administrative/Executive			FUNCTION: General		
DEPARTMENT: Human Resources - Risk Management			ACTIVITY: Insurance Programs		
FUND: Internal Services (All Except IBP)					
	2001-02 Actuals	2001-02 Approved Budget	2002-03 Board Approved Base Budget	2002-03 Board Approved Changes to Base Budget	2002-03 Final Budget
<u>Appropriations</u>					
Services and Supplies	37,091,132	32,822,841	32,822,841	6,051,427	38,874,268
Other Charges	92,971	88,750	88,750	53,750	142,500
Transfers	307,976	-	-	-	-
Total Appropriation	37,492,079	32,911,591	32,911,591	6,105,177	39,016,768
Operating Transfers Out	17,507,424	13,579,818	13,579,818	(5,860,690)	7,719,128
Total Operating Exp	54,999,503	46,491,409	46,491,409	244,487	46,735,896
<u>Revenue</u>					
Use of Money & Property	1,049,266	1,490,187	1,490,187	(542,012)	948,175
Current Services	35,533,198	38,972,762	38,972,762	2,620,048	41,592,810
State, Fed or Gov't Aid	189,082	-	-	-	-
Other Revenue	11,247,364	7,211,207	7,211,207	13,693	7,224,900
Total Revenue	48,018,910	47,674,156	47,674,156	2,091,729	49,765,885
Rev Over (Under) Expense	(6,980,593)	1,182,747	1,182,747	1,847,242	3,029,989

HUMAN RESOURCES

Board Approved Changes to Base Budget		
Services and Supplies	2,968,884	Increase in property insurance premiums.
	247,552	Increase in general liability insurance premiums.
	308,000	Increase in aircraft liability premiums.
	261,713	Increase in other insurance premiums (includes CSAC excess insurance for general liability workers' comp and other excess).
	198,498	Increase in malpractice insurance premiums.
	271,188	Increase in professional and specialized services.
	1,908,434	Increase in claims expenditures.
	(150,003)	Decrease in management and technical services.
	37,161	Other services and supplies.
	<u>6,051,427</u>	
Other Charges	<u>53,750</u>	Increase in taxes and assessments.
Total Appropriations	<u>6,105,177</u>	
Transfers Out	(5,860,690)	Decrease in GIC payments of \$6,187,422 and increase in transfers to IBP for overhead distribution.
Total Operating Expenses	<u>244,487</u>	
Revenue		
Use of Money & Prop.	<u>(542,012)</u>	Decrease in interest revenue.
Current Services	<u>2,620,048</u>	Increase in insurance premium revenue of \$2,167,298, claim cost recoveries of \$411,000 and subrogation for departments of \$41,750.
	<u></u>	
Other Revenue	<u>13,693</u>	Anticipated increase in refunds from overpayment on claims.
Total Revenue	<u>2,091,729</u>	
Total Rev Over(Under) Exp	<u>1,847,242</u>	